

**PLUM BOROUGH SCHOOL DISTRICT**

**RESOLUTION**

**DESIGNATING A PORTION OF UNASSIGNED FUND**

**BALANCE FOR**

**CAPITAL IMPROVEMENTS**

**WHEREAS**, the Plum Borough School District has an unreserved, undesignated fund balance (identified as “unassigned” pursuant to GASB Statement 54); and

**WHEREAS**, the School Board has been forewarned that the District will be incurring future expenses for capital improvement projects and deferred long-term maintenance; and

**WHEREAS**, the School District can reasonably expect that emergency repairs for its facilities will arise from time-to-time; and

**WHEREAS**, the School Board is of the opinion that it would therefore be prudent and fiscally responsible to designate a portion of unassigned fund balance (referred to as “unreserved, undesignated fund balance” in Section 688 of the Pennsylvania Public School Code) in anticipation of such expenditures.

**NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:**

**1. Designation for Capital Improvement Programs.** The Plum Borough School District hereby segregates a portion of its unassigned fund balance for the cost of any capital improvement or long term deferred maintenance, which shall be a committed/assigned fund (referred to as “unreserved, designated fund balance” in Section 688 of the Pennsylvania Public

School Code). This fund balance is herein referred to as the "Capital Improvements Program."

**2. Source of Funds.** The segregated portion may be derived from funds designated during any fiscal year from appropriations made for capital improvements or long term deferred maintenance, and/or unencumbered funds remaining from the current and/or future years' general fund.

**3. Annual Reporting.** The Plum Borough School District shall annually show the amount of committed/assigned fund balance for the Capital Improvements Program, which shall at all times be properly identified as being for general capital improvement and deferred maintenance purposes, and to one or more subcategories when a specific purpose has been identified.

**4. Purpose.** The committed/assigned fund balance for the Capital Improvement Programs may be expended only upon approval of a majority of the members of the School Board.

**5. Initial Designation.** The Board hereby designates Three Million (\$3,000,000.00) Dollars of unassigned fund balance as committed/assigned for the Capital Improvement Program.

**RESOLVED**, this 26th day of June, 2012.

**ATTEST:**

**PLUM BOROUGH SCHOOL  
DISTRICT**

\_\_\_\_\_  
Secretary

By: \_\_\_\_\_  
President of Board